

FISCAL NOTE

Bill #: HB0395

Title: Establish dental hygiene program in university system

Primary Sponsor: Bill Thomas

Status: Senate 3rd Reading

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Expenditure:		
General Fund	0	119,683
Net Impact on General Fund Balance:	\$0	(\$119,683)

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget	X		Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. HB 395 contains a general fund appropriation of \$119,683 to help pay for implementation of the dental hygiene program in FY 2003.
2. The College of Technology will be receiving a direct federal grant of \$625,000 in FY 2002 to prepare and equip a dental hygiene site.
3. The estimated cost of the program is \$119,683 (\$151,363 planned budget - \$31,680 tuition and fees).
4. An accredited dental hygiene program carries a year of pre-requisite courses followed by two years and one summer in dental hygiene. Partial implementation of the dental hygiene program would begin in FY2003 with a first class of 12 students. The program would be fully implemented by FY2004 serving 24 students.
5. For FY2003, personnel requirements would involve staffing for a partial academic year and summer session. These personnel requirements include one Program Director FTE (\$56,067 salary/benefits), one Faculty FTE (\$37,843 salary/benefits), one administrative staff FTE (\$22,053 salary/benefits).
6. In addition, for FY2003 the program would require contracting with a supervising dentist for 135 hours at cost of \$40 per hour for a total of \$5,400.
7. Maintenance, Operations and Support costs for FY2003 are estimated at \$20,000. Program supplies costs for FY2003 are estimated at \$10,000.
8. Tuition and Fees per semester are \$880 at the Montana State University-College of Technology Great Falls. The resulting tuition and revenue per student for the 3 semesters for FY2003 (Fall, Spring and Summer) would be \$2,640 per student. The total tuition and fees collected would be \$31,680.

(continued)

FISCAL IMPACT:

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
<u>Expenditures:</u>		
Transfers (OCHE to G.F.COT)	\$0	\$119,683
<u>Funding:</u>		
General Fund (01)	\$0	\$119,683
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
General Fund (01)	\$0	(\$119,683)

LONG-RANGE IMPACTS:

Additional requirements for full implementation of the program in FY2004 include:

1. Full salary and benefits to the Program Director (\$60,137)
2. Full salary and benefits to Faculty and addition of a second Faculty FTE (\$102,345 for two Faculty FTE).
3. Full salary and benefits to Administrative Staff and addition of a .25 Administrative Staff FTE (\$28,670 for 1.25 Administrative Staff FTE).
4. Contracting with a supervising dentist for 720 hours at cost of \$40 per hour for a total of \$28,800.
5. Contracting with Adjunct Clinical Faculty for 720 hours at cost of \$18 per hour for a total of \$12,960.
6. Maintenance, operation and support costs for FY2004 of \$26,500 and program supply costs of \$23,500.

Program expenditures for FY2004 would therefore total \$282,912. Revenue received in FY2004 would include tuition and fees per semester of \$880 for 24 students for 3 semesters (\$63,360 total). Additional funding to meet expenditures in FY 2004 would be \$219,552.

For FY2005 and beyond, a 4% annual inflationary increase in costs is projected.